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CITY COURT OF MARKSVILLE
Annual Financial Report
For the Year Ended June 30, 2006

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/10/07

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Lawrence E. Mayeaux, C.P.A.

December 27, 2006

INDEPENDENT ACCOUNTANT'S REPORT

The Honorable Angelo J. Piazza III, Judge
City Court of Marksville
Marksville, Louisiana

I have compiled the accompanying general purpose financial statements of the City Court of Marksville, Louisiana, as of and for the year ended June 30, 2006, in accordance with Statements on Standards of Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements and supplementary schedules information that is the representation of management. I have not audited or reviewed the accompanying general purpose financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has not presented government-wide financial statements to display the financial position and changes in financial position of its governmental activities. Accounting principles generally accepted in the United States of America require the presentation of government-wide financial statements in accordance with GASB Statement No. 34. The amounts that would be reported in government-wide financial statements for the City Court of Marksville's governmental activities are not reasonably determinable.

In accordance with the Louisiana Governmental Audit Guide and the provisions of state law, I have issued a report dated December 27, 2006 on the results of my agreed-upon procedures.

LAWRENCE E. MAYEAUX CPA LLC

Certified Public Accountant

CITY COURT OF MARKSVILLE
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 2006

	Governmental Fund Type	Fiduciary Fund Type	Account Groups			Total Memorandum Only
	Special Revenue Funds	Agency Funds	General Fixed Assets	Long-Term Debt		
ASSETS						
Cash and cash equivalents	\$ 13,931	\$ 11,344	\$ -	\$ -	\$ -	\$ 25,275
Prepaid expenses	200	-	-	-	-	200
Fixed assets	-	-	22,595	-	-	22,595
Amount to be provided for payment of long-term debt	-	-	-	15,137	-	15,137
Total Assets	<u>\$ 14,131</u>	<u>\$ 11,344</u>	<u>\$ 22,595</u>	<u>\$ 15,137</u>	<u>\$ -</u>	<u>\$ 63,207</u>
LIABILITIES AND FUND EQUITY						
LIABILITIES:						
Accounts payable	\$ 814	\$ -	\$ -	\$ -	\$ -	\$ 814
Payroll taxes payable	1,552	874	-	15,137	-	17,563
Advance deposits payable	-	10,470	-	-	-	10,470
Total Liabilities	<u>2,366</u>	<u>11,344</u>	<u>-</u>	<u>15,137</u>	<u>-</u>	<u>28,847</u>
FUND EQUITY:						
Investment in general fixed assets	\$ -	\$ -	\$ 22,595	\$ -	\$ -	22,595
Fund balance:						
Unreserved - undesignated	11,765	-	-	-	-	11,765
Total fund equity	<u>\$ 11,765</u>	<u>\$ -</u>	<u>\$ 22,595</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 34,360</u>
Total Liabilities and Fund Equity	<u>\$ 14,131</u>	<u>\$ 11,344</u>	<u>\$ 22,595</u>	<u>\$ 15,137</u>	<u>\$ -</u>	<u>\$ 63,207</u>

See Accompanying Notes and Accountant's Report.

CITY COURT OF MARKSVILLE
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 2006

	<u>Special Revenue Fund</u>
Revenues:	
Fines, forfeitures, and court costs	\$ 94,155
Miscellaneous	-
Total revenues	<u>94,155</u>
Expenditures:	
General government	102,177
Capital outlay	<u>409</u>
Total expenditures	<u>102,586</u>
Excess (deficiency) of revenues over expenditures	(8,431)
Other financing sources (uses):	
Operating transfers in	1,605
Operating transfers out	-
Total other financing sources (uses)	<u>1,605</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	(6,826)
Fund balances, beginning	<u>18,591</u>
Fund balances, ending	<u>\$ 11,765</u>

See Accompanying Notes and Accountant's Report.

CITY COURT OF MARKSVILLE

Notes to Financial Statements For the Year Ended June 30, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The City Court of Marksville (the City Court) was created under the authority of Chapter 7 of Title 13 of the Louisiana Revised Statutes (La. R.S.). The statutes provide for the territorial jurisdiction, powers, authority, functions, election or appointment, tenure, and compensation of the judge, clerk, and marshal or constable of the various city courts throughout the state. The City Court's criminal jurisdiction, as provided by La. R.S. 13:1894, is limited to the trial of offenses committed within its territorial jurisdiction that are not punishable by imprisonment at hard labor, including the trial of cases involving the violation of any city or parochial ordinance. In addition, the judge may also require bonds to keep the peace; issue warrants of arrest; examine, commit, and admit to bail and discharge; and hold preliminary examinations in all cases not capital. The City Court's civil jurisdiction, as provided by La. R.S. 13:1891, is provided in the applicable provisions of the Louisiana Code of Civil Procedure.

The city judge, as provided by La. R.S. 13:1872, is elected for a term of six years and, except as otherwise provided in La. R.S. 13:1875, receives an annual salary payable monthly by the City of Marksville and the Avoyelles Parish Police Jury. As provided by La. R.S. 13:1879, the city clerk is appointed by the city judge and serves at the pleasure of the judge until a successor is appointed. The clerk is responsible for maintaining the minute entries of the court, a docket of all proceedings in civil and criminal matters, and additional duties enumerated by law.

The city marshal, as provided by La. R.S. 13:1879, is elected for a term of six years and receives an annual salary as enumerated in La. R.S. 13:1883. The marshal is the executive officer of the court and executes the orders and mandates of the court, makes arrest and preserves the peace.

The City Court has special provisions that are enumerated under La. R.S. 13:2488.51-59. These statutes govern the court's rules of conduct, salary and city judge's fees, salaries of the marshal and clerk, collection of fines, forfeitures, penalties and costs, and cost of criminal matters.

The accounting and reporting policies of the City Court of Marksville do not conform to generally accepted accounting principles as applicable to governments. Generally accepted accounting and reporting policies require the implementation of GASB Statement No. 34. These financial statements were prepared on the modified accrual basis of accounting, as required by Louisiana Revised Statute 24:513 as amended by Act of the Louisiana Legislature.

The following is a summary of certain significant accounting policies:

FINANCIAL REPORTING ENTITY

For financial reporting purposes, the City Court includes all funds, account groups, activities, et cetera, that are within the oversight responsibility of the city judge and marshal as independently elected officials. The authority of the City Court, its operations and legal responsibility, is autonomous from that of the City of Marksville. The City Court is fiscally dependent on the City of Marksville for office space and related utility costs, as well as partial funding of salary costs. The fair value of the rent and utility costs have not been determined, and are not reflected in the financial statements.

BASIS OF PRESENTATION

The accounts of the City Court are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. A fund is an independent fiscal and accounting entity with a

CITY COURT OF MARKSVILLE

Notes to Financial Statements For the Year Ended June 30, 2006

separate set of self-balancing accounts that comprises its assets, liabilities, reserves, fund equity, revenues, and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the restrictions, if any, on the spending activities. The various funds are summarized by type and grouped in the financial statements as follows:

Governmental Funds:

Governmental funds are used to account for all or most of the City Court's general activities, including the collection and distribution of earmarked monies. The City Court reports its activities in the following governmental funds:

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes.

Fiduciary Funds:

Agency Funds

Agency funds are used to account for assets held by the City Court as an agent for other governmental departments, other organizations, and other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Account Groups:

Account groups are reporting devices used to account for certain assets and liabilities of governmental funds not recorded directly in those funds. The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

General Fixed Assets Account Group

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in the governmental funds. In accordance with generally accepted accounting principles, no provision is made for depreciation of such assets in the General Fixed Assets Account Group.

All fixed assets are stated on the basis of historical cost, or estimated historical cost if actual historical cost is not available. Assets acquired through gift or donations are recorded at their estimated fair value at the time of donation.

Long-Term Debt Account Group

Long-term liabilities expected to be financed from governmental funds are accounted for in the Long-term Debt Account Group.

CITY COURT OF MARKSVILLE

Notes to Financial Statements For the Year Ended June 30, 2006

BASIS OF ACCOUNTING AND MEASUREMENT FOCUS

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. The basis of accounting and measurement focus used for financial statement presentations are described as follows:

<u>Financial Statement Presentation:</u>	<u>Basis of Accounting</u>	<u>Measurement Focus</u>
Fund Financial Statements: Governmental Funds	Modified Accrual Basis	Current Financial Resources

Under the modified accrual basis of accounting and the current financial resources measurement focus revenue is recognized when it is considered measurable and available. Revenue is considered available if it is collected within 60 days of year-end or if it is due under a cost reimbursement arrangement. In addition, expenses are generally recorded when a liability has been incurred; however, debt service, claims and judgments are recorded as expenses when payment is made. Furthermore, when the current financial resources measurement focus is used, amounts recorded as assets exclude capital assets and the acquisition of capital assets is treated as an expenditure. In addition, long-term debts are excluded from amounts reported as liabilities. Proceeds from issuing long-term debt is reported as an other financing source and repayment of long-term debt is reported as an expenditure.

BUDGETARY PRACTICE

Louisiana Revised Statute 39:1301 specifically states that only judicial expense funds (for judges) are to adopt budgets. Other funds of judges (city courts) are not required to adopt budgets. Therefore, budgeted figures are not reported in this financial report.

ENCUMBRANCES

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of resources are recorded to reserve that portion of the applicable appropriation, is not utilized by the City Court.

COMPENSATED ABSENCES

The City Court has no specific policy relating to compensated absences and only a few regular employees. Employees are granted ten (10) days of vacation leave annually, and any amounts not used lapse at the end of the year. The compensated absences are not material to the financial statements at June 30, 2006.

TOTAL COLUMNS ON COMBINED STATEMENTS

Total columns presented in the combined statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. No consolidating entries or other eliminations were made in the aggregation of the totals; thus, they do not present consolidated information and do not purport to present financial position, results of operations, or cash flows in conformity with generally accepted accounting principles.

CITY COURT OF MARKSVILLE

Notes to Financial Statements For the Year Ended June 30, 2006

USE OF ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures or expenses during the reporting period. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS

For reporting purposes, cash and cash equivalents includes all cash on hand, cash in bank accounts, certificates of deposit, and highly liquid investments maturing in three months or less. Cash restricted for payment as required by law, contract, or agreement is reported separately in the financial statements. Credit risk associated with bank deposits is limited by requiring fiscal agent banks to pledge securities as required by state law.

INTERNAL ACTIVITY

Resources belonging to particular funds are commonly shared with other funds that need access to additional resources. When resources are provided without expectation of repayment, the transaction is reported as a transfer. Transfers are treated as a source of income by the recipient and as an expense or expenditure by the provider. If repayment is eventually expected to occur, interfund receivables and payables are recorded.

NOTE 2 - CASH

At June 30, 2006 cash and cash equivalents totaled \$25,275 (book balance) and \$35,799 (bank balance). The balances are considered unrestricted at year-end.

Under state law these deposits must be secured by federal deposit insurance or by the pledge of securities held by the bank. At June 30, 2006, the deposits consisted of funds in demand deposit accounts and were fully protected by Federal Deposit Insurance Corporation (FDIC) coverage.

NOTE 3 - CHANGES IN GENERAL FIXED ASSETS

A summary of the changes in general fixed assets follows:

	Equipment
Balance June 30, 2005	\$ 22,186
Additions	409
Reductions	---
Balance June 30, 2006	<u>\$ 22,595</u>

Accounting records from the prior administration were insufficient and no original documents were available for determining the cost or ages of the general fixed assets purchased under that administration. An estimated cost of \$8,727 was developed for those assets by physically inspecting the condition of the equipment and furniture and using acquisition costs of like equipment and furniture.

CITY COURT OF MARKSVILLE

Notes to Financial Statements For the Year Ended June 30, 2006

NOTE 4 - CHANGES IN LONG-TERM DEBT

General long-term debt obligations consisted of the following at June 30, 2006:

Department of the Treasury, Internal Revenue Service, notice dated October 29, 2000, Form 941, tax period December 31, 1989, penalty and interest assessed only through October 29, 2001.

\$ 15,137

There has been no activity towards reducing this obligation, and no contact from the Internal Revenue Service since the notice listed above.

NOTE 5 - PENSION PLANS

All employees of the city court participate in the social security retirement system except for the city judge who participates in the Louisiana State Employees' Retirement System.

Louisiana State Employees' Retirement System

The City Court judge participates in the Louisiana State Employees' Retirement System (the System), a cost-sharing multiple-employer public employee retirement system (PERS), controlled and administered by a separate board of trustees.

The system provides retirement, disability and death benefits to plan members and beneficiaries. Benefits under the system are established and amended by Louisiana state statutes. A publicly available financial report that includes financial statements and required supplemental information may be obtained by writing to the Louisiana State Employees' Retirement System, P. O. Box 44213, Baton Rouge, Louisiana 70804.

Plan members are required to contribute 11.5% of their annual covered salary and the City Court is required to contribute at the statutory rate of 19.1% of the annual covered payroll. The City Court's contributions to the system for the year ended June 30, 2006 were consistent with the actuarially determined amounts.

NOTE 6 - RISK MANAGEMENT

The City Court is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks of loss are covered by acquiring commercial insurance coverage. Claims resulting from these risks of loss have historically not exceeded insurance coverage.

SPECIAL REVENUE FUNDS

Civil Court Maintenance Fund

This fund is used to account for various maintenance and repair costs associated with the operation of the City Court. Revenues are assessed at \$10 per each civil case filed.

Criminal Court Operating Fund

This fund is used to account for various costs associated with the operations of both the Civil and Criminal Divisions of the City Court. Revenues consist of court costs levied in connection with the non-civil cases.

City Court Marshal's Fund

This fund is used to account for the Marshal's services associated with the Civil and Criminal Divisions of the City Court and various other costs associated with the operations of the Civil Division of the City Court. Revenues are comprised of court costs levied in connection with civil and non-civil cases.

City Court Police Officers Witness Fund

This fund is used to account for payments to off-duty police officers for their testimonies in connection with civil and non-civil cases. Revenues consist of court costs levied in connection with non-civil cases.

**CITY COURT OF MARKSVILLE
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS**

June 30, 2006

	Civil Court Maintenance	Criminal Court Operating	City Court Marshal	City Court Witness Fees	Totals
ASSETS					
Cash and cash equivalents	\$ 992	\$ 10,385	\$ 2,301	\$ 253	\$ 13,931
Prepaid expenses	-	200	-	-	200
Total Assets	\$ 992	\$ 10,585	\$ 2,301	\$ 253	\$ 14,131
LIABILITIES AND FUND EQUITY					
LIABILITIES:					
Accounts payable	\$ -	\$ 814	\$ -	\$ -	\$ 814
Payroll taxes payable	-	1,552	-	-	1,552
Advance deposits payable	-	-	-	-	-
Total Liabilities	-	2,366	-	-	2,366
FUND EQUITY:					
Fund balance:					
Unreserved - undesignated	992	8,219	2,301	253	11,765
Total fund equity	\$ 992	\$ 8,219	\$ 2,301	\$ 253	\$ 11,765
Total Liabilities and Fund Equity	\$ 992	\$ 10,585	\$ 2,301	\$ 253	\$ 14,131

See Accountant's Report.

CITY COURT OF MARKSVILLE
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES - ALL GOVERNMENTAL FUND TYPES
For the Year Ended June 30, 2006

	Civil Court Maintenance	Criminal Court Operating	City Court Marshal	City Court Witness Fees	Totals
Revenues:					
Fines, forfeitures, and court costs	\$ 3,540	\$ 83,597	\$ 3,038	\$ 3,980	\$ 94,155
Miscellaneous	-	-	-	-	-
Total revenues	<u>3,540</u>	<u>83,597</u>	<u>3,038</u>	<u>3,980</u>	<u>94,155</u>
Expenditures:					
General government					
Insurance	-	188	100	-	288
Office	430	2,882	738	-	4,050
Salaries	-	60,729	-	-	60,729
Paid to marshal	-	-	-	-	-
Payroll taxes	-	5,042	-	-	5,042
Contract labor	-	-	-	-	-
Witness fees	-	-	-	5,310	5,310
Dues and subscriptions	-	275	150	-	425
Repairs	454	1,412	814	-	2,680
Professional services	650	4,825	-	-	5,475
Utilities and telephone	679	4,191	739	-	5,609
Judge's retirement	-	4,992	-	-	4,992
Travel	-	-	-	-	-
Uniforms	-	-	272	-	272
Miscellaneous	1,204	5,624	177	-	7,005
Penalties and interest	-	300	-	-	300
Total general government	<u>3,417</u>	<u>90,460</u>	<u>2,990</u>	<u>5,310</u>	<u>102,177</u>
Capital outlay	-	409	-	-	409
Total expenditures	<u>3,417</u>	<u>90,869</u>	<u>2,990</u>	<u>5,310</u>	<u>102,586</u>
Excess (deficiency) of revenues over expenditures	123	(7,272)	48	(1,330)	(8,431)
Other financing sources (uses):					
Operating transfers in	40	1,565	-	-	1,605
Operating transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>40</u>	<u>1,565</u>	<u>-</u>	<u>-</u>	<u>1,605</u>
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	163	(5,707)	48	(1,330)	(6,826)
Fund balances, beginning	<u>829</u>	<u>13,926</u>	<u>2,253</u>	<u>1,583</u>	<u>18,591</u>
Fund balances, ending	<u>\$ 992</u>	<u>\$ 8,219</u>	<u>\$ 2,301</u>	<u>\$ 253</u>	<u>\$ 11,765</u>

See Accountant's Report.

CITY COURT OF MARKSVILLE
AGENCY FUNDS
Analysis of Agency Fund Disbursements
For the Year Ended June 30, 2006

Civil Fee Fund:

Commissions Paid to Judge	\$ 24,605
Refunds	12,835
Paid to Civil Maintenance Fund	3,290
Paid to Criminal Court Fund	5,235
Disbursement to Others	7,620
Total Disbursements - Civil Fees Fund	<u>\$ 53,585</u>

Bonds and Fines Fund:

Indigent Defender Fund	\$ 6,455
Paid to City of Marksville	21,680
Paid to City Prosecutor	3,860
Paid to Criminal Court Fund	75,921
Paid to Marshal Fund	1,930
Paid to Witness Fund	2,020
Paid to Clerks Fund	176
Paid to Juvenile Detention	1,448
Disbursements to Others	4,667
Total Disbursements - Bonds and Fines Fund	<u>\$ 118,157</u>

Garnishments Fund:

Garnishments Paid	\$ 40,894
Paid to Criminal Court Fund	1,950
Paid to Civil Fees Fund	266
Disbursements to Others	179
Total Disbursements - Garnishments Fund	<u>\$ 43,289</u>

See Accountant's Report.

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Lawrence E. Mayeaux, C.P.A.

December 27, 2006

INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED-UPON PROCEDURES

The Honorable Angelo J. Piazza III, Judge
City Court of Marksville
Marksville, Louisiana

I have performed the procedures included in the *Louisiana Government Audit Guide* and enumerated below, which were agreed to by management of the City Court of Marksville and the Legislative Auditor, State of Louisiana, solely to assist the users in evaluating management's assertions about the City Court of Marksville's compliance with certain laws and regulations during the year ended June 30, 2006, included in the *Louisiana Attestation Questionnaire*. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, I make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

PUBLIC BID LAW:

1. Select all expenditures made during the year for materials and supplies exceeding \$20,000 or public works exceeding \$100,000, and determine whether such purchases were made in accordance with LSA-RS 38:2211-2251 (the public bid law).

During the year, there were no expenditures meeting the scope of the public bid law.

CODE OF ETHICS FOR PUBLIC OFFICIALS AND PUBLIC EMPLOYEES:

2. Obtain from management a list of the immediate family members of the City Judge as defined by LSA-RS 42:1101-1124 (the code of ethics), and a list of outside business interests of the Judge and employees, as well as their immediate families.

Management provided me with the required list including the noted information.

3. Obtain from management a listing of all employees paid during the period under examination.

Management provided me with all payroll records.

CITY COURT OF MARKSVILLE

December 27, 2006

4. Determine whether any of those employees included in the records obtained from management in agreed-upon procedure (3) were also included on the listing obtained from management in agreed-upon procedure (2) as immediate family members.

None of the employees included on the list of employees provided by management in agreed-upon procedure (3) appeared on the reports provided by management in agreed-upon procedure (2).

BUDGETING:

5. Obtain a copy of the legally adopted budget and all amendments.

As per LSA-RS 39:1301, city courts are not required to adopt budgets. No budget has been adopted.

6. Trace the budget adoption and amendments to the minutes book.

As per LSA-RS 39:1301, city courts are not required to adopt budgets. No budget has been adopted.

7. Compare the revenues and expenditures of the final budget to actual revenues and expenditures to determine if actual revenues or expenditures exceed budgeted amounts by more than 5%.

Not applicable - a budget is not required and has not been adopted.

ACCOUNTING AND REPORTING:

8. Randomly select six disbursements made during the period under examination and:

(a) trace payments to supporting documentation as to proper amount and payee.

I examined supporting documentation for each of the six selected disbursements and found that payment was for the proper amount and made to the correct payee.

(b) determine if payments were properly coded to the correct fund and general ledger account.

All of the payments were properly coded to the correct fund and general ledger account.

(c) determine whether payments received approval from proper authorities.

Inspection of documentation supporting each of the six selected disbursements indicated that each check was signed by the proper official or other form of approval.

MEETINGS:

9. Examine evidence indicating that agendas for meetings recorded in the minutes books were posted or advertised as required by LSA-RS 42:1 through 42:12 (the open meetings law).

CITY COURT OF MARKSVILLE

December 27, 2006

Not applicable - The City Judge is an independently elected official; therefore, no meetings are required.

DEBT:

10. Examine bank deposits for the period under examination and determine whether any such deposits appear to be proceeds of bank loans, bonds, or like indebtedness.

I inspected the cash receipts journal for the period under examination and noted no deposits which appeared to be proceeds of bank loans, bonds, or like indebtedness.

ADVANCES AND BONUSES:

11. Examine payroll records and minutes for the year to determine whether any payments have been made to employees which may constitute bonuses, advances, or gifts.

I inspected payroll records for the year and noted no instances which would indicate payments to employees which would constitute bonuses, advances, or gifts.

I was not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, I do not express such an opinion. Had I performed additional procedures, other matters might have come to my attention that would have been reported to you.

This report is intended solely for the use of management of the City Court of Marksville, Louisiana and the Legislative Auditor, State of Louisiana and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. However, this report is a matter of public record and its distribution is not limited.

LAWRENCE E. MAYEAUX CPA LLC

Certified Public Accountant

**LOUISIANA ATTESTATION QUESTIONNAIRE
(For Attestation Engagements of Government)**

June 30, 2006

**Lawrence E Mayeaux CPA LLC
P. O. Box 1137
Bunkie, LA 71322**

In connection with your review of our financial statements as of [date] and for the year then ended, and as required by Louisiana Revised Statute 24:513 and the *Louisiana Governmental Audit Guide*, we make the following representations to you. We accept full responsibility for our compliance with the following laws and regulations and the internal controls over compliance with such laws and regulations. We have evaluated our compliance with the following laws and regulations prior to making these representations.

These representations are based on the information available to us as of June 30, 2006.

Public Bid Law

It is true that we have complied with the public bid law, LSA-RS Title 38:2212, and, where applicable, the regulations of the Division of Administration, State Purchasing Office.
Yes ☒ No ☐

Code of Ethics for Public Officials and Public Employees

It is true that no employees or officials have accepted anything of value, whether in the form of a service, loan, or promise, from anyone that would constitute a violation of LSA-RS 42:1101-1124.
Yes ☒ No ☐

It is true that no member of the immediate family of any member of the governing authority, or the chief executive of the governmental entity, has been employed by the governmental entity after April 1, 1980, under circumstances that would constitute a violation of LSA-RS 42:1119.
Yes ☒ No ☐

Budgeting

We have complied with the state budgeting requirements of the Local Government Budget Act (LSA-RS 39:1301-14) or the budget requirements of LSA-RS 39:34.

N/A

Accounting and Reporting

All non-exempt governmental records are available as a public record and have been retained for at least three years, as required by LSA-RS 44:1, 44:7, 44:31, and 44:36.
Yes ☒ No ☐

We have filed our annual financial statements in accordance with LSA-RS 24:514, 33:463, and/or 39:92, as applicable.
Yes ☒ No ☐

We have had our financial statements audited or compiled in accordance with LSA-RS 24:513.
Yes ☒ No ☐

Meetings

We have complied with the provisions of the Open Meetings Law, provided in RS 42:1 through 42:12.

N/A

It is true we have not incurred any indebtedness, other than credit for 90 days or less to make purchases in the ordinary course of administration, nor have we entered into any lease-purchase agreements, without the approval of the State Bond Commission, as provided by Article VII, Section 8 of the 1974 Louisiana Constitution, Article VI, Section 33 of the 1974 Louisiana Constitution, and LSA-RS 39:1410.60-1410.65.

It is true we have not advanced wages or salaries to employees or paid bonuses in violation of Article VII, Section 14 of the 1974 Louisiana Constitution, LSA-RS 14:138, and AG opinion 79-729.

We have disclosed to you all known noncompliance of the foregoing laws and regulations, as well as any contradictions to the foregoing representations. We have made available to you documentation relating to the foregoing laws and regulations.

We have provided you with any communications from regulatory agencies or other sources concerning any possible noncompliance with the foregoing laws and regulations, including any communications received between the end of the period under examination and the issuance of this report. We acknowledge our responsibility to disclose to you any known noncompliance which may occur subsequent to the issuance of your report.

_____ Secretary 12-27-06 Date
 _____ Treasurer _____ Date
 _____ President _____ Date